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March 7, 2003

Honorable James H. Welsh  
Commissioner of Conservation  
State of Louisiana  
Post Office Box 44275  
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Hosston (Travis Peak) Formation; Cotton Valley C Sand, Reservoir A; Cotton Valley D Zone, and Lower Cotton Valley Formation, Reservoir A; SLIGO FIELD, Bossier Parish, Louisiana.

Dear Sir:

GREYSTONE PETROLEUM, L.L.C. ("Applicant"), hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Hosston (Travis Peak) Formation; the Cotton Valley C Sand, Reservoir A; the Cotton Valley D Zone; and the Lower Cotton Valley Formation, Reservoir A; all in the Sligo Field, Bossier Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize its Murff Heirs 17 No. 2 Well and Pettit Heirs 17 No. 1 Well as additional alternate unit wells for HOSS TP SUE, at the locations shown on an attached plat.
2. To permit Applicant to drill, designate and utilize its Lawrence 24 No. 1 Well, Johnson 24 No. 1 Well and Jamison 24 No. 1 Well as additional alternate unit wells for HOSS TP SUO, at the locations shown on an attached plat.
3. To permit Applicant to drill, designate and utilize its McGuire 13 No. 2 Well as an additional alternate unit well for HOSS TP SUP, at the location shown on an attached plat.
4. To permit Applicant to drill, designate and utilize its Treat et al. 14 No. 1 Well as an additional alternate unit well for HOSS TP SUQ, at the location shown on an attached plat.
5. To permit Applicant to drill, designate and utilize its Roy Heirs 18 No. 1 Well and Roy Heirs 18 No. 2 Well as additional alternate unit wells for HOSS TP SUR, at the locations shown on an attached plat.
6. To permit Applicant to drill, designate and utilize its Murff Heirs 19 No. 1 Well as an additional alternate unit well for HOSS TP SUS, at the location shown on an attached plat.

7. To permit Applicant to drill, designate and utilize its TLC Enterprises 29 No. 1 Well as an alternate unit well for HOSS TP SU54, CV C RA SUD, CV D SUBB and for LCV RA SUZ, at the location shown on attached plats.

8. To approve exceptions to the well location provisions of Office of Conservation Order No. 8-B, effective September 1, 1956 (applicable to the Hosston (Travis Peak) Formation and to the Cotton Valley D Zone), Office of Conservation Order No. 8-C, effective September 1, 1958 (applicable to the Cotton Valley C Sand, Reservoir A), and Office of Conservation Order No. 8-K, effective October 16, 1990 (applicable to the Lower Cotton Valley Formation, Reservoir A), for any of the proposed wells the location of which, as shown on an attached plat, does not comply with the well location provisions in said Orders.

9. To find that each of the proposed alternate unit wells is necessary to efficiently and economically drain a portion of the unit on which it is proposed to be drilled which cannot be efficiently and economically drained by any existing well on such unit.

10. To permit the operator of each of the above described units to produce the allowable assigned to the unit from either the unit well, any alternate unit well, or from any combination of such wells, at the option of the operator.

11. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Lower Cotton Valley Formation, Reservoir A, in the Sligo Field, Bossier Parish, Louisiana, was defined in Office of Conservation Order No. 8-K, effective October 16, 1990, and was redefined as to LCV RA SUZ in Office of Conservation Order No. 8-K-11, effective November 27, 2001.

The Hosston (Travis Peak) Formation and the Cotton Valley D Zone in the Sligo Field, Bossier Parish, Louisiana, were defined in Office of Conservation Order No. 8-B, effective September 1, 1956.

The Cotton Valley C Sand, Reservoir A, in the Sligo Field, Bossier Parish, Louisiana, was defined in Office of Conservation Order No. 8-B-2, effective August 1, 1958.

Pertinent data concerning this application is available for inspection at the offices of Mr. Joe B. Adams, 4520 Jamestown Avenue, Suite 6, Baton Rouge, Louisiana 70804. Any person desiring to inspect such data should call Mr. Adams at (225) 929-6097 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the records of the Louisiana Office of Conservation can be obtained from Applicant at the expense of the requesting party.

Honorable James H. Welsh  
March 7, 2003  
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As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter and of the five (5) attached plats is being sent to the District Manager of the Shreveport District of the Office of Conservation and to each of the Interested Owners, Represented Parties and Interested Parties shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing and of the enclosed plats at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Sligo Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

A check payable to the Office of Conservation and covering the application fee is enclosed.

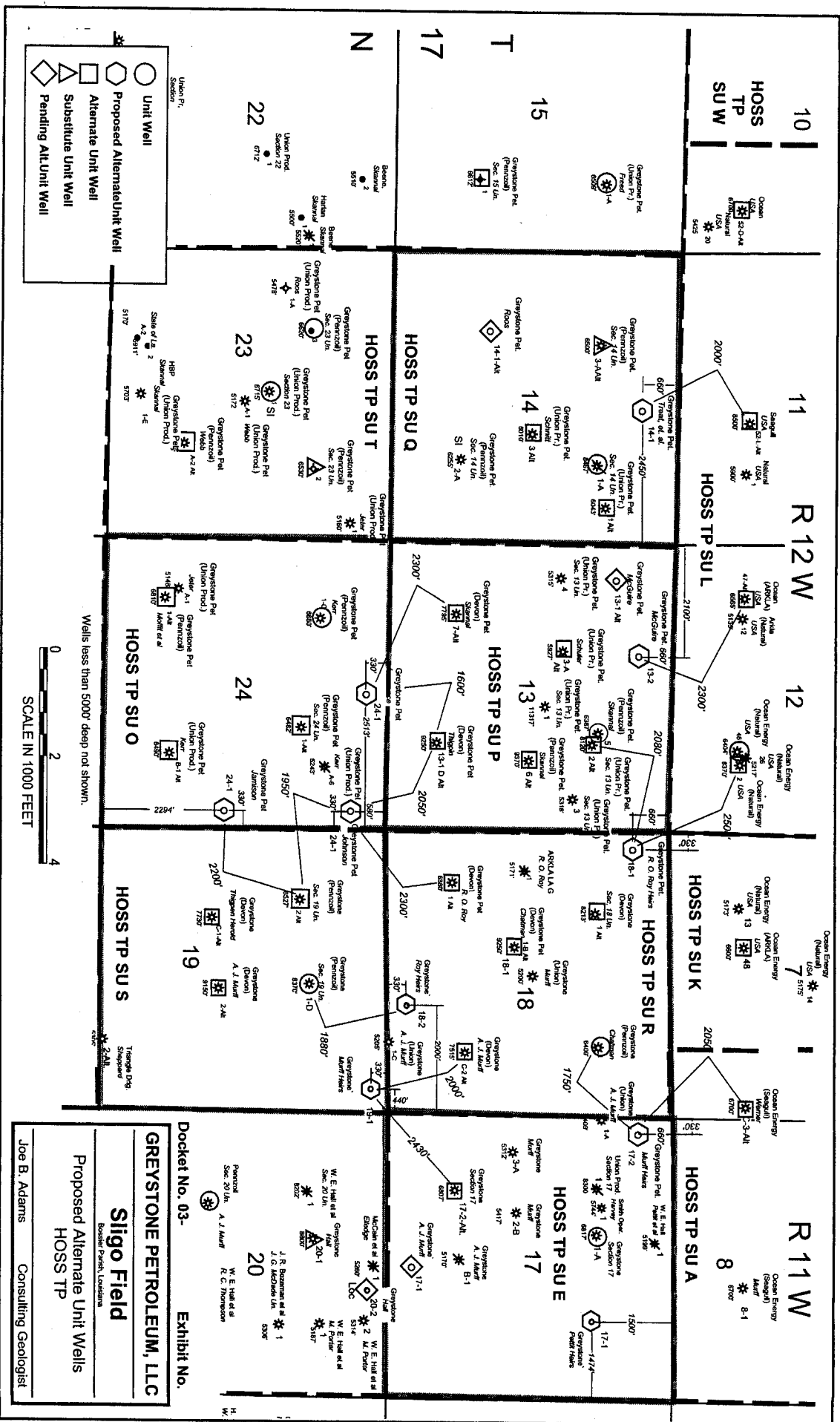
Yours very truly,

  
David L. Smelley

-- Attorney for Greystone Petroleum, L.L.C.

DLS:dp  
Enclosures

cc: Mr. Jim Broussard (w/encls.)  
Mr. Carl Drews (w/encls.)  
Mr. Joe Adams (w/encls.)  
Interested Owners, Represented  
Parties and Interested Parties (w/plats only)



R 11 W

SLIGO FIELD

19  
HOSS TP  
SU S

20  
HOSS SU BB

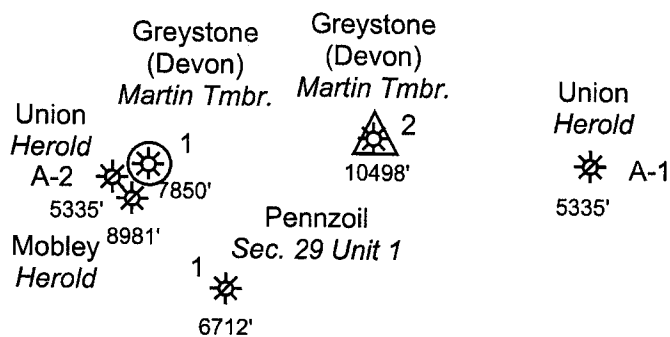
21  
HOSS TP  
SU AA

30

29

28

T  
17  
N



SLIGO FIELD  
ELM GROVE FIELD

SLIGO FIELD

HOSS TP SU 54

HOSS RA  
SU 127

Questar  
(Triangle)  
Skannal  
31-1  
9620

ELM GROVE FIELD

WSF, Inc.  
Smith Heirs  
2  
8200'

WSF, Inc.  
Mims  
2  
8195'

32  
1  
9800'

HOSS RA SU 3

HOSS RA  
SU 2

Greystone  
TLC Enterprises  
29-1 Alt.  
330'

Wells less than 5000' deep not shown.

Docket No. 03-

Exhibit No.

GREYSTONE PETROLEUM, LLC

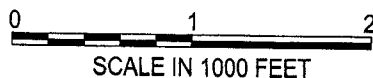
Sligo Field

Bossier Parish, Louisiana

Proposed Alternate Unit Well  
Hoss TP SU 54

Joe B. Adams Consulting Geologist

- Unit Well
- Proposed Alternate Unit Well
- Alternate Unit Well
- Substitute Unit Well



R 11 W

SLIGO FIELD

19  
CV C RA  
SU A

20  
CV C RA SU C

21

Greystone (Devon) Martin Tmbr. 1 7850'  
Greystone (Devon) Martin Tmbr. 2 10498'  
Union Herold A-2 5335'  
Union Herold A-1 5335'  
Mobley Herold 8981'  
Pennzoil Sec. 29 Unit 1 1 6712'

SLIGO FIELD

ELM GROVE FIELD

30

29

CV C RA SU D  
± 640 Acres

Barnwell Herold 1 8824'

Greystone TLC Enterprises 29-1 Alt. 330'

SLIGO FIELD

Questar (Triangle) Skannal 31-1 9620  
ELM GROVE FIELD

WSF, Inc. Smith Heirs 2 8200'

32  
WSF, Inc. Mims 2 8195'  
WSF, Inc. Mims 1 9800'

Wells less than 5000' deep not shown.

Docket No. 03-

Exhibit No.

GREYSTONE PETROLEUM, LLC

Sligo Field

Boealer Parish, Louisiana

Proposed Alternate Unit Well  
CV C RA SU D

Joe B. Adams Consulting Geologist

Unit Well

Proposed Alternate Unit Well

0 1 2  
SCALE IN 1000 FEET

R 11 W

SLIGO FIELD

19  
CV D  
SU W

20  
CV D SU V

21  
CV D  
SU U

30

29

CV D SU BB  
± 640 Acres

SLIGO FIELD

ELM GROVE FIELD

28

T  
17  
N

SLIGO FIELD

Questar  
(Triangle)  
Skannal

ELM GROVE FIELD

31-1  
9620

WSF, Inc.  
Smith Heirs

2  
8200'

WSF, Inc.  
Mims

2  
8195'

32

1

9800'

Barnwell  
Herold  
1  
8824'

Greystone  
TLC Enterprises  
29-1 Alt.  
330'

Docket No. 03-

Exhibit No.

GREYSTONE PETROLEUM, LLC

Sligo Field

Bossier Parish, Louisiana

Proposed Alternate Unit Well  
CV D SU BB

Joe B. Adams Consulting Geologist

Unit Well

Proposed Alternate Unit Well

0 1 2  
SCALE IN 1000 FEET

Wells less than 5000' deep not shown.

R 11 W

SLIGO FIELD

19  
LCV RA  
SU E

20

21

LCV RA SU D

Greystone (Devon) Martin Tmbr. 1  
Union Herold A-2 5335' 7850'  
Mobley Herold 8981'  
Pennzoil Sec. 29 Unit 1 1 6712'  
Greystone (Devon) Martin Tmbr. 2 10498'  
Union Herold A-1 5335'

SLIGO FIELD

ELM GROVE FIELD

30

29

28

T

17

N

LCV RA SU Z  
± 640 Acres

Barnwell  
Herold 1  
8824'

Greystone  
TLC Enterprises  
29-1-Alt 330'  
330'

LCV RA  
SU 62

SLIGO FIELD

Questar  
(Triangle)  
Skannal  
9620

ELM GROVE FIELD

LCV RA  
SU U

WSF, Inc.  
Smith Heirs 2  
8200'

WSF, Inc.  
Mims 2 1  
8195' 9800'

32

LCV RA SU V

LCV RA  
SU W

Wells less than 5000' deep not shown.

Docket No. 03-

Exhibit No.

GREYSTONE PETROLEUM, LLC

Sligo Field

Bossier Parish, Louisiana

Proposed Alternate Unit Well  
LCV RA SU Z

Joe B. Adams Consulting Geologist

○ Current Unit Well  
◡ Proposed Alternate Unit Well

0 1 2  
SCALE IN 1000 FEET